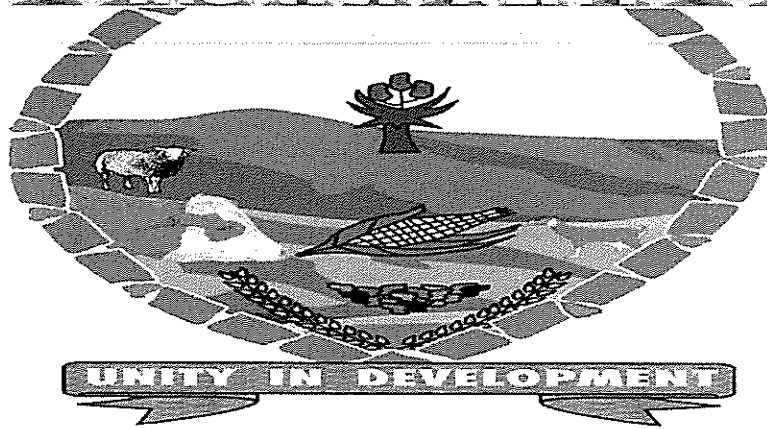


EMALAHLENI MUNICIPALITY



EMALAHLENI MUNICIPALITY SUPPLY CHAIN MANAGEMENT REPORT
FOR THE 4TH QUARTER 2019

Contents

Purpose	3
TABLE 1: BIDS AWARDED FOR AN AMOUNT ABOVE R200 000.00.....	4
TABLE 2: BIDS AWARDED FOR AN AMOUNT BETWEEN R30 000- R200 000.00	5
TABLE 4: LIMITED BIDDING	7
Irregular expenditure	9
Contract Registers.....	10
SCHEDULE OF PROCUREMENT PLAN IN RESPECT OF ADVERTISED COMPETITIVE BIDS.....	19
Controls on combating the abuse of Supply Chain Management Processes. . .	21
Report on the effectiveness/sitting of the bid committees.	21
Report on awards made to person or supplier that are in service of the state and close family members	22

Purpose

To inform the Mayor about the bids advertised and awarded during the 4th quarter of 2018/19 financial year.

Legislative Framework

Oversight role of Council of the Municipality or board of directors of the municipal entity:

In terms of regulation 6(3) " the Accounting Officer must within 10 days of the end of each month, submit a report on the implementation of the Supply Chain Management Policy to the Mayor of the Municipality or the Board of Director of the Municipal Entity.

Financial Implications

MIG and Municipal Budget

Legal Implications

SCM Regulations

SCM Policy

MFMA

PPPFA

BID AWARDS REPORT

TABLE 1: BIDS AWARDED FOR AN AMOUNT ABOVE R200 000,00 FOR THE 4th QUARTER

No awards above R200 000 for the 4th quarter of 2018/19 financial year.

TABLE 2: BIDS AWARDED FOR AN AMOUNT BETWEEN R30 000-R200 000.00

APRIL- JUNE 2019

BID NO	PROJECT NAME	BIDDERS NAME	BBBEE STATUS LEVEL	AWARDED AMOUNT	LOCALITY
ELM/2/4/2019Q	Hiring of Moving Plant, trucks and Construction Equipment	Changing Tides	1	R197 340.00	Queenstown (Eastern Cape)
ELM/3/2/2019Q	Supply and Delivery of One Laptop for the Mayor	Keens Office Equipment CC	1	R34 225.22	Queenstown (Eastern Cape)
ELM/1/5/2019Q	Supply and Delivery of Cleaning Material	M Lindo Projects	1	R140 768.48	Cacadu (Emalahleni Municipality)
ELM/3/5/2019Q	Completion of Emalahleni Local Municipality Nqinagana Dipping Tank	Sinabalo General Trading	1	R164 780.00	Indwe (Emalahleni Municipality)
ELM/1/6/2019Q	Supply and Delivery	Sinabalo General Trading	1	R111 033.60	Indwe (Emalahleni Municipality)
ELM/2/6/2019Q	Supply and Delivery of Material to be delivered in Lady Frere	Lillian Dennis Creatives (Pty) Ltd	1	R115 655.00	Cacadu (Emalahleni Municipality)
ELM/3/6/2019Q	Supply and Delivery of Tools and Equipment for Waste Management	M Lindo Projects	1	R 67 639.12	Cacadu (Emalahleni Municipality)
TOTAL AMOUNT OF BIDS AWARDED BETWEEN R30 000 AND R200 000 FOR APRIL - JUNE 2019				R831 441.42	57%

TABLE 3: DEVIATION REGISTER

SERVICE PROVIDER	DESCRIPTION	AMOUNT	REASON
Utilities World	Pre-paid Vending System	Commission based	The project was awarded to Utilities. Upon the award there was a court interdict issued by one of the unsuccessful bidders. The service in question is an essential service to the public and it is impossible for the municipality to re-advertise as the matter is still in court.
Universal Garage	Supply of fuel for municipal vehicles	Based on fuel consumption	The service provided by the supplier is only available from a single provider.
VGS Motors	Supply of fuel for municipal vehicles	Based on fuel consumption	The service provided by the supplier is only available from a single provider.
Indwe filling station	Supply of fuel for municipal vehicles	Based on fuel consumption	The service provided by the supplier is only available from a single provider.
Peugair Border CC	Service And Maintenance Of All Emalaheni Lm Earth Moving Plant And Equipment: Sdlg Grader, Volvo Roller, 2x Sdlg Tlb's, Bomaq Walk Behind Roller, Bell Roller, Bell Tlb, Bell Grader And Bell Excavator	Based on services provided	The project has been advertised three times on e-tender portal without any successful bidder. Plant is an important part of service delivery for the Municipality.

TABLE 4: LIMITED BIDDING

No	SERVICE PROVIDER	DESCRIPTION	VOUCHER NUMBER	PAYMENT DATE	AMOUNT
1	Tiso Black Star	Publication of ELM adverts	PI05/10/00012081/2018-2019	10/05/2019	R9 292.00
2	Tiso Black Star	Publication of ELM adverts	PI05/22/00012124/2018-2019	22/05/2019	R6 969.00
3	Tiso Black Star	Publication of ELM adverts	PI05/31/00012267/2018-2019	31/05/2019	R12 006.00
4	Tiso Black Star	Publication of ELM adverts	PI05/31/00012268/2018-2019	31/05/2019	R16 008.00
5	Tiso Black Star	Publication of ELM adverts	PI06/27/00012296/2018-2019	27/06/2019	R9 292.00
6	Tiso Black Star	Publication of ELM adverts	PI06/27/00012300/2018-2019	27/06/2019	R9 292.00
7	Tiso Black Star	Publication of ELM adverts	PI06/27/00012302/2018-2019	27/06/2019	R14 007.00

No	SERVICE PROVIDER	DESCRIPTION	VOUCHER NUMBER	PAYMENT DATE	AMOUNT
Total		Tiso Black Star is the only newspaper within Emalahleni Local Municipality that also advertise news that is based in Queenstown and is classified as a local newspaper and cover advertising in the Emalahleni Area.			R76 866.00

Irregular expenditure

- There is an irregular expenditure from Elite SADC Marketing (Pty) Ltd of an amount of R 334 675.00. The former Municipal Manager had contracted the said service provider to advertise the municipality on their website and the contract was signed in 2017. These amounts are invoices due for the 2017 and 2018 financial years. No SCM processes were followed in the procurement of these services and that is why these are classified as irregular.

The implicated official is no longer in the employ of the municipality which might make consequence management processes a bit challenging.

[Contract Registers](#)

On Progress (Technical)

ON PROGRESS CONTRACTS - TECHNICAL PROJECTS											
NO	DESCRIPTION OF CONTRACT/PROJECT	CONTRACTOR'S /SERVICE PROVIDER'S NAME	BID/CONTRACT NO.	DATE OF CONTRACT SIGNED	START DATE	COMPLETION DATE	PERIOD	CONTRACT AMOUNT	VARIANCE AMOUNT	TOTAL EXPENDITURE INCURRED TO DATE	COMMITMENT
1	Construction of Municipal Offices Phase 1	Nubhana Jv Leshole	ELM/5/9/2016T	2016-12-19	2017-08-23	2019/02/28	18 Months	R 34 995 000.00	N/A	R9 004 113.23	R25 990 886.77
2	Professional and Construction Services for the Construction of Motor Vehicle Testing Station Phase 2 in ward 4 Through Turnkey	Mayoli Trading JV Engineering Aces	ELM/1/5/2018T	20/07/2019	01/08/2018	13/06/2019	7 months	R 7 232 286.77	R259 800.00	R6 519 973.08	R 712 313.69
3	Professional and Construction Services for the Rehabilitation of Indwe Sports Field Phase 1 Through Turnkey	MBS Civils JV Cudjoe Quantity Surveying CC	ELM/2/5/2018T	20/07/2019	01/08/2018	30/06/2019	9 Months	R 11 000 000.00	N/A	R9 195 302.62	R1 804 697.38
4	Professional and Construction Services for the Construction of Cacadu Sports	Nemorango JV Nakiseni Business	ELM/9/5/2018T	20/07/2019	01/08/2018	31/05/2019	8 Months	R 7 250 249.98	N/A	R6 058 999.65	R1 191 250.33

ON PROGRESS CONTRACTS - TECHNICAL PROJECTS

NO	DESCRIPTION OF CONTRACT/PROJECT	CONTRACTOR'S /SERVICE PROVIDER'S NAME	BID/CONTRACT NO.	DATE OF CONTRACT SIGNED	START DATE	COMPLETION DATE	PERIOD	CONTRACT AMOUNT	VARIANCE AMOUNT	TOTAL EXPENDITURE INCURRED TO DATE	COMMITMENT
	Fields Phase 3 in Ward 4 Through Turnkey										
5	Construction of KwaDukathole Shearing Shed in ward 9	NNW Sibhoma Construction	ELM/3/5/2018T	20/07/2019	01/08/2018	30/11/2018	4 months	R 1 189 184.03	R30775.72	R1 091 197.92	R128 761.81
6	Professional & Construction Services for the Construction of Maqathini to Thembelele Access Road through Turnkey	Counterpoint JV Sizoo Eng	ELM/2/07/2018T	01/10/2018	01/11/2018	27/08/2019	7 months	R 5 024 999.75	N/A	R1 276 869.74	R3 748 130.01
7	Professional & Construction Services for the Paving of DDX Internal Street in ward 11 through turnkey	Counterpoint JV Sizoo Eng	ELM1/08/2018T	01/11/2018	01/11/2018	27/08/2019	7 months	R 7 533 650.00	N/A	R2 493 222.61	R5 040 427.39
8	Professional & Construction Services for the Paving of Indwe Internal Street	Cotterrell's JV THM	ELM/2/08/2018T	09/10/2018	01/11/2018	01/08/2019	7 months	R 8 114 237.85	N/A	R6 139 602.24	R1 974 633.61

SERVICE PROVIDER PERFORMANCE SCHEDULE FOR TECHNICAL PROJECTS

No	DESCRIPTION OF CONTRACT/PROJECT	BID/ CONTRACT NO.	CONTRACTOR'S/SERVICE PROVIDER'S NAME	CONTRACT AMOUNT	TOTAL PAID IRO CONTRACT	EVALUATING COMMENTS
1	Construction of Municipal Offices Phase 1	ELM/5/9/2016T	Nubhana Trading JV Leshole Trading	R34 995 000,00	R9 004 113.23	Project being halted further implementation will be based on budget
2	Professional and Construction Services for the Construction of Motor Vehicle Testing Station Phase 2 in ward 4 Through Turnkey	ELM/1/5/2018T	Mayoli Trading JV Engineering Aces	R 7 232 286.77	R6 519 973.08	Service provided is not to the expected level of satisfaction. The contract has been extended to the 13 June 2019. A variation of R259 800.00
3	Professional and Construction Services for the Rehabilitation of Indwe Sports Field Phase 1 Through Turnkey	ELM/2/5/2018T	MBS Civils JV Cudjoe Quantity Surveying CC	R 11 000 000.00	R9 195 302.62	Service provided by the service provider is not to the expected level of satisfaction. The contract has been extended to the 30 June 2019.
4	Professional and Construction Services for the Construction of Cacadu Sports Fields Phase 3 in Ward 4 Through Turnkey	ELM9/5/2018T	Nemorango JV Nakiseni Business	R 7 250 249.98	R6 058 999.65	Service provided is not to the expected level of satisfaction. The contract has been extended to 31 May 2019
5	Construction of KwaDukathole Shearing Shed in ward 9	ELM/3/5/2018T	NNW Sibhoma Construction	R1 189 184.03	R1 091 197.92	Service provided by the service provider to the expected level of satisfaction.
6	Professional & Construction Services for the Construction of Maqwathini	ELM/2/07/2018T	Counterpoint JV Sizoo Eng	R 5 024 999.75	R1 276 869.74	Service provided by the service provider is not to the expected level

8	DDX Internal Street in ward 11 through turnkey					of satisfaction. The contract has been extended to 27 August 2019.
	Professional & Construction Services for the Paving of Indwe Internal Street	ELM/2/08/2018T	Cotterrell's JV THM	R 8 114 237.85	R6 139 602.24	Service provided by the service provider to the expected level of satisfaction. The contract has been extended to 01 August 2019.

On Progress (Non-Technical)

ON PROGRESS CONTRACTS - NON-TECHNICAL PROJECTS										
N o.	DESCRIPTION OF CONTRACT/P ROJECT	CONTRACTOR'S/ SERVICE PROVIDER'S NAME	BID/CONTRACT NO.	DATE CONTRACT SIGNED	COMMENCEMENT DATE	COMPLETION DATE	PERIOD	CONTRACT AMOUNT	TOTAL PAID TO CONTRACT	COMMITMENT
1	Provision of Travel Agency Services	Lithaba Travel Management Services	ELM/2/12/2015T	05 February 2016	05 February 2016	05 February 2019	36 Months	rates only contract	R 14 313 466.73	R 0.00
2	Procurement of Valuers for Property Rates	Penny Lindstrom Valuations	ELM/01/03/2017T	30 June 2017	01 July 2017	30 June 2022	5 years	R1 050 000.00	R 900 030.00	R 149 970.00
3	Banking Services for a period of 5 years	Banking Services for a period of 5 years	ELM/5/3/2015T	19 February 2014	19 February 2016	28 January 2020	60 Months	rates only contract	R 0.00	R 0.00
4	Provision for Account Services	Mubesko Africa (Pty) Ltd	Scm/75/2016/Fin	01 July 2016	10 July 2016	30 June 2019	36 Months	rates only contract	R14 965 489.73	R 0.00
5	Supply and Installation of Fleet Management Tracker System	Qaphela Risk Services (Pty) Ltd	ELM/4/9/2016T	05 January 2017	01 March 2017	13 December 2019	36 Months	R270 000.00	R235 099.66	R34 900.34
6	Panel of Attorneys for Legal Services:	Vuba Attorneys	ELM/1/4/2017T	30-Jun-17	01-Jul-17	30-Jun-20	36 Months	rates only contract	R583 381.61	R 0.00
7	Panel of Attorneys for Legal Services:	Tonise Attorneys	ELM/1/4/2017T	30-Jun-17	01-July-17	30-Jun-20	36 Months	Rates only contract	R900 311.82	R 0.00

ON PROGRESS CONTRACTS - NON-TECHNICAL PROJECTS

NO.	DESCRIPTION OF CONTRACT/P ROJECT	CONTRACTOR'S/ SERVICE PROVIDER'S NAME	BID/CONTRACT NO.	DATE CONTRACT SIGNED	COMMENCEMENT DATE	COMPLETION DATE	PERIOD	CONTRACT AMOUNT	TOTAL PAID TO CONTRACT	COMMITMENT
8	Provision of Security Services	Quick Save Security	ELM/10/5/2018T	28-Sep-18	01-Oct-18	30-Sep-21	36 Months	R15 290 089.11	R2 484 918.42	R12 805 170.68
9	Supply, Delivery and Installation of All in One Printers	Aloe Office	ELM/1/3/2018T	30-04-18	02-05-18	30-04-21	36 Months	R 1 610 989.92	R 709 304.45	R 901 685.47
10	Appointment of Competent Service Provider to Develop Ward Based Plans for ELM	Lusinale Trading CC	ELM/2/10/2018T	19-11-18	20-11-18	19-12-18	6 weeks	R487 826.00	R380 946.00	R106 880.00
11	Panel of Attorneys for Legal Services:	Ntsiki Phakade Attorneys	ELM/1/4/2017T	30-Jun-17	01-July-17	30-Jun-20	36 Months	Rates only contract	R222 164.87	R 0.00

SERVICE PROVIDER PERFORMANCE SCHEDULE FOR NON-TECHNICAL PROJECTS

No	DISCRPTION OF CONTRACT/PROJECT	BID/ CONTRACT NO.	CONTRACTOR'S/SERVICE PROVIDER'S NAME	CONTRACT AMOUNT	TOTAL PAID TO CONTRACT	EVALUATING COMMENTS
1	Provision of Travel Agency Services	ELM/2/12/2015T	Lithaba Travel Management Services	rates only contract	R14 313 466.73	Service provided to the expected level of satisfaction. The contract ended On 04 February 2019, a new service provider was appointed.
2	Procurement of Valuers for Property Rates	ELM/01/03/2017T	Penny Lindstrom Valuations	R1 050 000.00	R900 030.00	Service provided to the expected level of satisfaction.
3	Provision for Account Services	Scm/75/2016/Fin	Mubesko Africa (Pty) Ltd	rates only contract	R14 965 489.73	Performed their support as per the service level agreement. Assisted the municipality with implementation of applicable GRAP standards. Assist with NT reporting. Accounting support and transfer of skills to staff was also adhered to. The contract has been extended to 31 December 2019.
4	Supply and Installation of Fleet Management Tracker System	ELM/4/9/2016T	Qaphela Risk Services (Pty) Ltd	R270 000.00	R235 099.66	Services provided by the service provider not to the expected level of satisfaction.
5	Panel of Attorneys for Legal Services:	ELM/1/4/2017T	Vuba Attorneys	rates only contract	R583 381.61	Service provided to the expected level of satisfaction.
6	Supply, Delivery and Installation of All in One Printers	ELM/1/3/2018T	New: Aloe Office	R 1 610 989.92	R7109 304.45	Service provided to the expected level of satisfaction.
7	Panel of Attorneys for Legal Services:	ELM/1/4/2017T	Tonise	rates only contract	R900 311.82	Service provided to the expected level of satisfaction.
8	Provision of Security Services	ELM/10/5/2018T	Quick Save Security	R15 290 089.11	R2 484 918.42	Service provided to the expected level of satisfaction.
9	Appointment of a Competent Service	ELM/2/10/2018T	Lusinale Trading CC	R487 826.00	R380 946.00	Service provided to the expected level of satisfaction.

No	DISCRPTION OF CONTRACT/PROJECT	BID/ CONTRACT NO.	CONTRACTOR'S/S/SERVICE PROVIDER'S NAME	CONTRACT AMOUNT	TOTAL PAID TO CONTRACT	EVALUATING COMMENTS
	Provider to Develop Ward Based Plans for ELM					
10	Panel of Attorneys for Legal Services:	ELM/1/4/2017T	Ntsiki Phakade	Rates contract	R222 164.87	Service provided by the service provider to the expected level of satisfaction.

COMPLETED PROJECTS

N o.	DESCRIPTION OF CONTRACT/PROJECT	CONTRACTOR'S/SERVICE PROVIDER'S NAME	BID/CONTRACT NO.	DATE CONTRACT SIGNED	COMMENCEMENT DATE	COMPLETION DATE	CONTRACT AMOUNT	Variation/Extension	New contract amount	Total Paid
1	Professional Services for the Installation of High Mast Lights	Mekan Engineering	ELM/4/7/20 17T	2017-09-13	2017-09-12	2018/06/30	R 679 668.00	R 0.00	R 0.00	R 543 734.40
2	Installation of Solar Street Lights in Cacadu, Indwe Dordrecht	Wegezi JV Theshani	ELM/1/1/1/2 017T	2018-01-18	2018-01-18	2018/07/30	R 4 016 300.00	R 0.00	R 0.00	R 4 016 300.01
3	Installation of High-Mast Lights in Cacadu, Cacadu Bridge & Dordrecht	LT Nlioko JV Khubonga	ELM2/1/1/2 017T	2018-01-18	2018-01-18	2018/07/30	R 4 897 918.80	R 0.00	R 0.00	R3 552 029.80
4	Provision of Security Services	Red Guard Security cc	ELM/6/2/20 15T	2015-06-25	2015-06-25	2018-06-25	R 17 046 538.56	R 0.00	R 0.00	R 8 173 466.12
5	Panel of Attorneys for Legal Services.	Leroux attorney	SCM/06/20 15	02/10/2015	2015-09-28	2018-09-28	rates only contract	R 0.00	R 0.00	R 15 243 395.34
6	Provision of Security Services for Emalaheni.	Quick Save Security	ELM/1/10/2 017T	2017-12-11	2018-01-01	2018-07-31	R 758 346.97	R 650 543.63	R 1 408 890.60	R1 408 890.54
7	Supply and delivery of material for Lady Frere, DBX and Indwe	K2015077542 (Pty) Ltd	ELM/1/07/2 018T	01/10/2018	01/10/2018	31-Oct-18	R 1 144 680.00	N/A	R 0.00	1 144 680.00
8	Supply and Delivery of Material for Lady	K215077542 SA PTY (LTD)	ELM/3/08/2 018T	22/11/2018	22/11/2018	21/12/2018	R 654 750.00	N/A	R 0.00	654 750.00

PROGRESS ON PROCUREMENT PLAN DURING MAY 2019/2020 FINANCIAL YEAR

SCHEDULE OF PROCUREMENT PLAN IN RESPECT OF ADVERTISED COMPETITIVE BIDS
(GOODS, INFRASTRUCTURE PROJECTS OR SERVICES IN EXCESS OF R200 000 INCLUDING ALL APPLICABLE TAXES) FOR THE
2018/2019 FINANCIAL YEAR

Name of Municipality or Municipal Entity	Emalahleni Municipality
Name of Accounting Officer / Delegated Official	Mr N Mintuyedwa
Signature of Accounting Officer / Delegated Official	
Telephone Number and e-mail address	047 878 0020

MIS Form ID	Description of goods / services / Infrastructure project	Nat./ Prov Project Registration Number (as on the registration letter)	Registered MIG Funds	Envisaged date of advertisement in the website, E-tender portal or other media	Envisaged closing date of bid	Envisaged date of award	Responsible office	Project Type	Comments
	INFRASTRUCTURE DEVELOPMENT AND HUMAN SETTLEMENT								
306786	Paving of Zakhele Location phase2 ward 4	EC2018/19/11/121	R11 413 290.00	2019-05-10	2019-05-28	2019-07-02	IDHS	Roads & Stormwater	Awaiting BAC

306867	Paving of Sinakho Location	EC2018 /19/11/1 22	R11 413 290.00	2019-05-10	2019-05-28	2019-07-02	IDHS (MIG)	Roads & Stormwater	Awaiting BAC
316030	Construction of Cacadu Park Phase 2	CS/EC/1583 2/19/*21	R2 600 000.00	2019-05-17	2019-06-05	2019-07-02	IDHS (MIG)	Community facility	Advertised & closing on the 19/07/19.
31598 8	Cemetery Development Indwe (Ward 17)	CS/EC1583 1/19/21	R2 480 000.00	2019-05-17	2019-06-05	2019-07-02	IDHS (MIG)	Community facility	Planning
316059	Construction of DDX Sport field phase 2	CS/EC/1583 0/19/20	R8 219 383.00	2019-05-17	2019-06-07	2019-07-02	IDHS (MIG)	Sports facility	Advertised & closing on the 15/07/19.

Controls on combating the abuse of Supply Chain Management Processes.

- The supply chain Management policy provides controls to prevent the abuse of supply Chain Management system.
- The Accounting Officer has put in structures to investigate any allegations against an official or other role player of Fraud corruption, favouritism, unfair or irregular practices or failure to comply with this Policy.
- The Supply Chain Management Unit prior to awarding any contract ensures that no recommended bidder, or any of its directors, is listed as a person prohibited from doing business with the public sector did is done by checking the National Treasury database.

- **The municipality rejects any bid from:**
 - a) A bidder or its directors who owe the municipality or any other municipality or municipal entity rates and taxes or municipal service charges for more than 90 days.
 - b) Bidders who during the last five years has failed to perform satisfactorily on a previous contract with the municipality or any other organ of state after written notice was given to that bidder that performance was unsatisfactory
 - c) reject a recommendation for the award of a contract if the recommended bidder, or any of its directors, has committed a corrupt or fraudulent act in competing for the particular contract
 - d) has abused the supply chain management system of the municipality or has committed any improper conduct in relation to such system;
 - e) has been convicted for fraud or corruption during the past five years;
 - f) has wilfully neglected, reneged on or failed to comply with any government, municipal or other public-sector contract during the past five years; or
 - g) has been listed in the Register for Tender Defaulters in terms of section 29 of the Prevention and Combating of Corrupt Activities Act (No 12 of 2004)

- **The municipality cancels a contract awarded to a person if:**
 - h) the person committed any corrupt or fraudulent act during the bidding process or the execution of the contract; or
 - i) an official or other role player committed any corrupt or fraudulent act during the bidding process or the execution of the contract that benefited that person

Report on the effectiveness/sitting of the bid committees.

The sitting of bid committees was as planned in the procurement plan.

Report on awards made to person or supplier that are in service of the state and close family members

No	Suppliers	Contract Amount	Reason
1	VGS	Base on fuel Consumption	The owner of Molicar Investments 17 t/a VGS Motors has passed on and the ownership of the garage was transferred to her spouse which is employed by the state as stated on the Central Supplier Database. The supplier is a Sole Provider and was awarded through deviation.
2	Universal Garage	Base on fuel Consumption	Garage is owned by a Municipal Councillor currently serving at Emalahleni Local Municipality and the Central Supplier Database confirms such. The supplier is a Sole Provider and was awarded through deviation.

IT IS RECOMMENDED THAT:

- (a) The Mayor notes the report on the Supply Chain Management performance for the fourth quarter of 2018/19 financial year.
- (b) The Mayor notes that bids awarded between R 30 000-R 200 000.00 during the 4th quarter of 2018/19 financial year amounted to **R 831 441. 42**.
- (c) The Mayor notes that there were no bids awarded above R 200 000.00 during the 4th quarter of 2018/2019.
- (d) The Mayor notes that procurement target within the Emalahleni Municipality was 57% which overall procurement within Eastern Cape Province was 100% for the 4th quarter 2018/2019.
- (e) The Mayor notes that there was a variation order during the 4th quarter of 2018/19 for KwaDukathole Shearing Shed of R 30 775.72 and an extension of time claim for the Traffic station, DDX Paving, construction of Maqwathini to Thembelihle access road, Cacadu sports field, Indwe sports field, Indwe paving & provision for account services .
- (f) The Mayor notes that there was a deviation during the 4th quarter for Peugair Border CC.
- (g) The Mayor notes that there was limited bidding during 4th quarter of 2018/2019.
- (h) The Mayor notes the progress made on the performance and monitoring of contracts during the 4th quarter 2018/2019.
- (i) The Mayor notes the progress made in the implementation of the procurement plan during the 4th quarter of 2018/2019.
- (j) The Mayor notes that there was irregular expenditure as per section 32 of MFMA of R334 675.00.

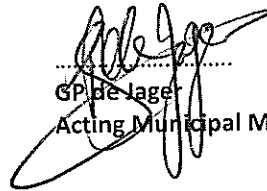
Reviewed by:



A Zindlu

Acting Chief Financial Officer

Approved by:



GP de Jager

Acting Municipal Manager